Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460

psc.ky.gov

David L.. Armstrong Chairman

James W. Gardner Vice Chairman

> Linda Breathitt Commissioner

March 11, 2013

Jerry Ruble, President North Shelby Water Company 4596 Bagdad Road P.O. Box 97 Bagdad, KY 40003

RE: Case No. 2013-00091

North Shelby Water Company

The Commission staff has reviewed North Shelby Water Company's application in the above case and finds that it met the minimum filing requirements on March 7, 2013 and has been accepted for filing.

Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502-564-3940.

Sincerely,

Linda Faulkner

Filings Division Director

LF/ke



MAR 7 2013

PUBLIC SERVICE COMMISSION



North Shelby Water Company

PO Box 97 Bagdad, KY 40003 (502) 747-8942

March 1, 2013

Jeff R. Derouen Executive Director KY Public Service Commission PO Box 615 Frankfort, KY 40602

2013-00091

FILED

MAR 07 2013

PUBLIC SERVICE COMMISSION

RE:

Formal Application to Increase Rates Pursuant to

Purchased Water Adjustment Regulation 807 KAR 5:068

Dear Mr. Derouen

The North Shelby Water Company respectfully requests that the Commission allow for an adjustment to our rates in accordance with 807 KAR 5:068 Purchased Water Adjustment clause.

In accordance with the terms of a 2011 Joint Settlement Stipulation and Recommendation agreement between the Frankfort Electric & Water Plant Board and the North Shelby Water Company, effective April 1, 2013 the Frankfort Electric & Water Plant Board will implement a \$0.10 per 1000 gallon increase to our wholesale water purchase rates. In addition, on September 24, 2012 the Frankfort Electric & Water Plant Board implemented a \$0.0114 per 1000 gallon increase in the Kentucky River Authority Withdrawal Fee. The combined result of these increases is \$17,507.07 in additional yearly supply cost for the Company. This translates into \$0.05 per 1000 gallons of water sold to our customers. Therefore, we propose to increase our rates by that amount.

The following supporting documentation is enclosed for your review:

Exhibit A - Purchase Water Rate Adjustment

Exhibit B – 2011 Joint Settlement Stipulation and Recommendation and PSC approved Wholesale Tariffs

Exhibit C - Frankfort Plant Board Notice and PSC approved Wholesale Tariffs in regards to the KRA Fee

Exhibit D - Statement of Water Purchased

Exhibit E – Statement of Water Sold

Exhibit F - Notice to Customers

Exhibit G - Revised Tariff Sheet

The Notice to Customers will be published in accordance with Commission regulations and verification of its publication will be provided to the Commission.

Should you have any questions please contact Lee Mudd at (502) 839-1310, as he is handling this matter.

Sincerely,

Jerry Ruble, President

JR/jlm